Avista Corp.

 1411 East Mission
 P0 Box 3727

 Spokane, Washington
 99220-3727

 Telephone
 509-489-0500

 Toll Free
 800-727-9170



September 30, 2008

VIA E-MAIL AND REGULAR MAIL

Michelle Manary, FE-2 Manager, Residential Exchange Program Bonneville Power Administration PO Box 3621 Portland, OR 97293

E-mail: BPAAverageSystemCost@BPA.gov

ascfiling@bpa.gov

Re: Avista Corporation's Revised Average System Cost Filing for 2009

BPA File No. ASCM-08

Dear Ms. Manary:

On June 30, 2008, Bonneville Power Administration ("BPA") released its Final Record of Decision for its 2008 Average System Cost Methodology (Decision). The Decision requires a utility to file a new Appendix 1 with BPA by October 1, 2008. Additional filing requirements have been enumerated in a number of other communications, including a clarifying e-mail sent recently by Dolena on your behalf (wed 09-24-2008 10:42 AM). Avista Corporation ("Avista") hereby submits for filing its revised ASC Appendix 1, and related materials to BPA for FY 2009.

Avista recognizes the opportunity made available by BPA to work closely with its staff in the development of both the revision of the methodology and the Expedited and Final filings for 2009. In particular, we appreciate the opportunity to work toward resolution of Avista's issues related to New Large Single Loads and the corresponding CF/CT determination.

With respect to reporting of data for Avista's potential NLSL, we have incorporated that information into our Appendix 1, page 4.1, consistent with the format we have used in prior filings.

The following attachments to this letter are included in this Avista Final ASC filing for the FY 2009:

- 1. Appendix 1
- 2. ASC Forecast Model
- 3. Utility Specific NLSL Model

Michelle Manary Manager, Residential Exchange Program Bonneville Power Administration Page 2 of 2

- 4. NLSL Data
- 5. Utility Specific Price Spread

By return e-mail, please confirm BPA's receipt of Avista's Revised Average System Cost Expedited Template Filing.

Sincerely,

Larry La Bolle

Director, Federal and Regional Affairs